

**SELANGOR DREDGING BERHAD**

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia )

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 31 March 2021

	As at 31.03.2021	(Audited) As at 31.03.2020
<b>ASSETS</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Non-current assets</b>		
Property, plant and equipment	261,651	256,293
Intangible asset	551	553
Investment properties	12,276	6,119
Inventories	298,962	383,299
Investment in jointly controlled entities	196,710	167,637
Investment in associates	122,884	98,445
Amount Owing by Associate Companies	3,305	2,199
Deferred tax assets	8,172	8,054
	<u>904,511</u>	<u>922,599</u>
<b>Current assets</b>		
Inventories - completed unit	193,762	238,041
Inventories - property development costs	152,849	63,687
Trade and other receivable	99,952	129,071
Tax recoverable	6,417	8,641
Cash and Cash Equivalents	33,400	42,439
	<u>486,380</u>	<u>481,879</u>
<b>TOTAL ASSETS</b>	<b><u>1,390,891</u></b>	<b><u>1,404,478</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share Capital	213,541	213,541
Reserves	632,236	622,917
	<u>845,777</u>	<u>836,458</u>
<b>Non-controlling interest</b>	-	-
<b>Total equity</b>	<b><u>845,777</u></b>	<b><u>836,458</u></b>
<b>Non-current liabilities</b>		
Bank Borrowings	159,666	133,070
Lease liabilities	8,556	3,566
Deferred taxation	10,137	2,488
	<u>178,359</u>	<u>139,124</u>
<b>Current liabilities</b>		
Trade and other payables	98,563	133,466
Lease liabilities	1,160	1,407
Bank Borrowings	267,032	294,023
Taxation	-	-
	<u>366,755</u>	<u>428,896</u>
<b>Total liabilities</b>	<b><u>545,114</u></b>	<b><u>568,020</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>1,390,891</u></b>	<b><u>1,404,478</u></b>
	-	-
<b>Net assets per ordinary share attributable to owners of the Company (sen)</b>	<b>198.48</b>	<b>196.29</b>

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31st March 2021*

**SELANGOR DREDGING BERHAD**

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia )

**CONDENSED CONSOLIDATED INCOME STATEMENT****for the 4th quarter ended 31 March 2021**

( The figures have not been audited )

	Current quarter ended 31.03.2021	Comparative quarter ended 31.03.2020	Current 12 months ended 31.03.2021	Corresponding 12 months ended 31.03.2020
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<b>Revenue</b>	19,151	28,509	144,196	243,850
Operating expenses	(31,989)	(48,144)	(174,073)	(231,692)
Other operating income	4,101	6,652	10,039	12,718
Profit from operations	(8,737)	(12,983)	(19,838)	24,876
Depreciation	(1,154)	(3,087)	(5,637)	(6,567)
Finance costs	(3,164)	(5,055)	(12,794)	(19,392)
Share of associate/jointly controlled entities results	<u>4,577</u>	<u>(1,041)</u>	<u>28,762</u>	<u>7,664</u>
<b>Profit before taxation</b>	(8,478)	(22,166)	(9,507)	6,581
Taxation	<u>1,066</u>	<u>4,266</u>	<u>(3,376)</u>	<u>(11,057)</u>
<b>Profit for the period</b>	<u>(7,412)</u>	<u>(17,900)</u>	<u>(12,883)</u>	<u>(4,476)</u>
<b>Attributable to:</b>				
Owners of the Company	(7,412)	(17,900)	(12,883)	(4,476)
Non-controlling interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Profit for the period</b>	<u>(7,412)</u>	<u>(17,900)</u>	<u>(12,883)</u>	<u>(4,476)</u>
Earning per share - basic ( sen )	(1.74)	(4.20)	(3.02)	(1.05)
- diluted ( sen )	-	-	-	-

*The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st March 2021*

**SELANGOR DREDGING BERHAD**

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia )

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME****for the 4th quarter ended 31 March 2021**

( The figures have not been audited )

	Current quarter ended 31.03.2021	Comparative quarter ended 31.03.2020	Current 12 months ended 31.03.2021	Corresponding 12 months ended 31.03.2020
	RM'000	RM'000	RM'000	RM'000
<b>Profit for the period</b>	(7,412)	(17,900)	(12,883)	(4,476)
Fair value changes in available-for-sale financial asset	-	-	-	-
Foreign currency translation differences for foreign operations	4,868	(903)	6,835	1,223
Share of other comprehensive gain/(loss) of a associate	1,510	(729)	1,510	(729)
Fair Value changes in PPE	13,857	-	13,857	-
<b>Other comprehensive income</b>	<u>20,235</u>	<u>(1,632)</u>	<u>22,202</u>	<u>494</u>
<b>Total comprehensive income</b>	<u>12,823</u>	<u>(19,532)</u>	<u>9,319</u>	<u>(3,982)</u>
Attributable to:				
Owners of the Company	12,823	(19,532)	9,319	(3,982)
Non-controlling interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income</b>	<u>12,823</u>	<u>(19,532)</u>	<u>9,319</u>	<u>(3,982)</u>

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st March 2021*

**SELANGOR DREDGING BERHAD**  
**Reg No. 196201000105 (4624-U)**  
(Incorporated in Malaysia )

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**for the 12 months ended 31 March 2021**  
(The figures have not been audited )

	Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Capital reserve RM'000	Fair value reserve RM'000	Exchange Fluctuation RM'000	Retained profits RM'000	Total RM'000
<u>Current 12 months ended</u>								
<u>31 March 2021</u>								
As at 1 April 2020	213,541	-	87,597	7,861	-	26,850	500,609	836,458
Effects of adopting MFRS 16	-	-	-	-	-	-	-	-
Restated	213,541	-	87,597	7,861	-	26,850	500,609	836,458
Movement during the period:								
- Total comprehensive income for the the period	-	-	13,857	-	-	8,345	(12,883)	9,319
- Dividend paid	-	-	-	-	-	-	-	-
As at 31 March 2021	213,541	-	101,454	7,861	-	35,195	487,726	845,777
<u>Preceding 12 months ended</u>								
<u>31 March 2020</u>								
As at 1 April 2019	213,541	-	87,597	7,861	-	26,356	513,663	849,018
Effects of adopting MFRS 9	-	-	-	-	-	-	-	-
Effects of adopting MFRS 15	-	-	-	-	-	-	(55)	(55)
	213,541	-	87,597	7,861	-	26,356	513,608	848,963
Movement during the period:								
- Total comprehensive income for the the period	-	-	-	-	-	494	(4,476)	(3,982)
- Dividend paid	-	-	-	-	-	-	(8,523)	(8,523)
As at 31 March 2020	213,541	-	87,597	7,861	-	26,850	500,609	836,458

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the  
Annual Financial Report for the year ended 31st March 2021*

**SELANGOR DREDGING BERHAD**

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia )

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS****for the 12 months ended 31 March 2021**

( The figures have not been audited )

	Current 12 months ended 31.03.2021 RM'000	Corresponding 12 months ended 31.03.2020 RM'000
<b>CASHFLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	(9,507)	6,581
Adjustment for :		
Non-cash items	(23,217)	25,250
Non-operating items ( which are investing / financing )	11,456	11,526
Operating profit before working capital changes	<u>(21,268)</u>	<u>43,357</u>
Changes in working capital		
Receipts from customer	72,521	(24,023)
Payments to supplier, contractors and employee	(22,798)	27,623
Interest paid	(12,575)	(19,121)
Tax paid	(1,556)	(8,281)
Net cashflows from operating activities	<u>14,326</u>	<u>19,555</u>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>		
Equity investments	(17,744)	1,702
Other investments	(3,119)	(88)
Investment in jointly controlled entities	0	(16,731)
Purchase/Disposal of property, plant and equipment	(11,240)	(3,141)
Proceeds from disposal of property, plant and equipment	181	148
Net cashflows from investing activities	<u>(31,922)</u>	<u>(18,110)</u>
<b>CASHFLOW FROM FINANCING ACTIVITIES</b>		
Net repayments of lease liabilities	(1,476)	(1,735)
Dividend paid to Shareholder of Company	0	(8,523)
Withdrawal of fixed deposit pledged	0	-
Drawdown of bank borrowings	71,120	121,478
Repayment of bank borrowings	(71,876)	(107,344)
Repayment/(Advances) of JV company	5,335	(8,174)
Repayment/(Advances) of associates	5,325	5,811
Net cashflows from financing activities	<u>8,428</u>	<u>1,513</u>
<b>NET CHANGE IN CASH &amp; CASH EQUIVALENTS</b>	<b>(9,168)</b>	<b>2,958</b>
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<b>40,446</b>	<b>37,298</b>
<b>EFFECT OF EXCHANGE RATE CHANGES</b>	<b>129</b>	<b>190</b>
<b>CASH &amp; CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b><u>31,406</u></b>	<b><u>40,446</u></b>
Represented by:		
Cash and Cash Equivalents	33,399	42,439
less:		
Amount pledged as security for bank facilities	(390)	(390)
Deposit with licenced banks with maturity more than 3 months	(1,603)	(1,603)
	<u>31,406</u>	<u>40,446</u>

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31st March 2021*

**SELANGOR DREDGING BERHAD**  
 Registration No. 196201000105 (4624-U)  
 QUARTERLY REPORT ON CONSOLIDATED RESULTS  
 FOR THE 4TH FINANCIAL QUARTER ENDED 31 MARCH 2021

***Part A - Selected Explanatory Notes pursuant to Malaysia Financial Reporting Standard 134 (“MFRS 134”)***

**A1. Basis of preparation**

The interim financial report has been prepared in accordance with MFRS 134 - Interim Financial Reporting and Chapter 9 Part K of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the Group’s audited consolidated financial statements for the financial year ended 31 March 2020.

**A2. Changes in accounting policies**

The same accounting policies and method of computation are followed in the interim financial statements as compared with the most recent annual financial statements for the year ended 31 March 2020 except the Group is in the process of assessing the impact of implementing for the adoption of the following amendments to MFRSs

<i>Amendments to:</i>	Effective for annual periods beginning on or after
MFRS 3 : Definition of a Business	1 January 2020
MFRS 101 & MFRS 108 : Definition of Material	1 January 2020
MFRS 9, MFRS 139 & MFRS 7 : Interest Rate Benchmark Reform	1 January 2020
MFRS 16 : Covid-19-Related Rent Concessions	1 June 2020
MFRS 4 : Extension of the Temporary Exemption from Applying MFRS 9	17 August 2020

The Group have not been early adopting the following standards, amendments and interpretations that have been issued by the MASB:

<i>Amendments to:</i>	Effective for annual periods beginning on or after
MFRS 9, MFRS 139, MFRS 17, MFRS 4 & MFRS 16 : Interest Rate Benchmark Reform - Phase 2	1 January 2021

MFRS 16	: Covid-19-Related Rent Concessions beyond 30 June 2021	1 April 2021
MFRS 101	: Classification of Liabilities as Current or Non-current	1 January 2022
MFRS 141	: Agriculture (Annual Improvements to MFRS Standard 2018 – 2020 )	1 January 2022
MFRS 3	: Reference to the Conceptual Framework	1 January 2022
MFRS 116	: Property, Plant and Equipment – Proceeds before Intended Use	1 January 2022
MFRS 137	: Onerous Contracts—Cost of Fulfilling a Contract	1 January 2022
MFRS 17	: Insurance Contracts	1 January 2023
MFRS 101	: Disclosure of Accounting Policies	1 January 2023
MFRS 108	: Definition of Accounting Estimates	1 January 2023
MFRS 10 & MFRS 128	: Sales or Contribution of Assets between an investor and its Associate or Joint Venture	Deferred

**A3. Audit Report of Preceding Annual Financial Statements**

The Group's preceding annual financial statements were reported without any qualification.

**A4. Seasonality or Cyclicity of Operations**

The business operations of the Group are generally not affected by seasonal or cyclical factors except for the hotel operations which are generally affected by major festive seasons.

**A5. Unusual items affecting Assets, Liabilities, Equity, Net Income or Cash flows**

There are no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial year under review.

**A6. Change in Estimate**

There were no materials changes in estimates reported in prior interim periods of the current financial year or in prior financial years which have a material effect in the current interim period.

**A7. Debt and Equity Securities**

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial quarter and year-to-date ended 31 March 2021.

**A8. Dividend Paid**

No dividend was paid during the current financial quarter and period-to-date ended 31 March 2021.

## A9. Segment Revenue and Segment Result By Business Segments

### (a) Primary reporting format – business segment

All the operations of the Group are organised in Malaysia into six main business segments:

- (i) Property investments - letting of commercial properties
- (ii) Property development - property development
- (iii) Hotel operations - operation of hotel and related services
- (iv) Investment holding - holding of shares in quoted and non-quoted companies
- (v) Property Support Service - providing support service to purchasers of properties developed by the SDB Group
- (vi) Others - provision of management services.

Transactions between segments were entered into in the normal course of business and were established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties. The effects of such inter-segmental transactions are eliminated on consolidation.

<b>RM'000</b>	Property Investment	Hotel Operations	Property Development	Property Support Services	Investment Holding	Others/ Elimination	Consolidated
<b>REVENUE</b>							
External Sales	125	2,224	139,906	1,201	-	741	144,197
Inter-segment Sales	144	-	-	647	-	(791)	-
Total revenue	269	2,224	139,906	1,848	-	(50)	144,197
<b>RESULTS</b>							
Segment results	1	(10,121)	5,564	(797)	5,435	(24,599)	(24,517)
Unallocated corporate (expenses)/income							(957)
Operating profit							(25,474)
Finance cost, net							(12,794)
Share of net profit/(loss) of associated companies			4,158	916	23,689		28,763
Income taxes							(3,376)
Profit for the period							(12,881)

### (b) Secondary reporting format – geographical segment

The operations of the Group are substantially carried out in Malaysia except for SDB Asia Pte Ltd and SDB Green Energy Pte Ltd which is incorporated in Singapore.



**A10. Valuation of property, plant and equipment**

In line with the Group's adoption of fair value method in relation to its investment properties and properties, lands and buildings were revalued by Raine & Horne International Zaki + Partners Sdn. Bhd. and Rahim & Co International Sdn Bhd(Penang branch) firms of registered independent professional valuer as at 31 March 2021 on an open market basis for existing use.

The resulting net deficit of RM190,500 of investment properties has been recognised directly to the income statement and the gain on properties, lands and buildings of RM13.86 million has been reflected in other comprehensive income.

**A11. Material Events Subsequent to the End of the Period**

There are no material events subsequent to 31 March 2021 up to the date of this announcement that has not been reflected in the financial statements as at 31 March 2021.

**A12. Effects of Changes in the Composition of the Group**

There are no changes in the composition of the Group for the current financial quarter under review.

**A13. Changes in Contingent Liabilities and Contingent Assets**

The Group does not have any contingent liabilities and contingent assets as at the last annual balance sheet date up to the current financial year to-date.

***Part B - Selected Explanatory Notes pursuant to Appendix 9B of the Bursa Malaysia Securities Berhad Listing Requirements***

**B1. Review of Performance of the Company and its Principal Subsidiaries**

For the 12 months ended 31 March 2021, the Group recorded lower turnover and loss of RM144.20 million and RM12.88 million respectively compared to the corresponding quarter on last financial year. The decrease was mainly due to closure of construction site and adverse market sentiment as a result of coronavirus (Covid-19) outbreak and the control measures implemented by the Malaysia and Singapore governments since early January 2020. Hence, sales were not recognised as revenue as a result of no work progress for approximately 3 months and 6 months in Malaysia and Singapore.

During the financial year, SDB Guernsey Limited (100% subsidiary of Chedstone Investment Holdings Pte Ltd, a 50% jointly controlled entity) had completed voluntarily winding up. In accordance to MFRS121, on the disposal of a foreign operation, the cumulative amount of the exchange differences relating to that foreign operation, recognised in other comprehensive income and accumulated in the separate component of equity, shall be reclassified from equity to profit or loss as a reclassification adjustment. Therefore, the Group's share of negative foreign translation reserve of RM1.99 million has been reclassified to income statement.

The Group's results was mitigated by contribution amounting to RM23.90 million from iron ore mining results by Fortress Minerals Limited.

**B2. Material Changes in Profit Before Tax of the Current Quarter compared to the Immediate Preceding Quarter**

For the quarter ended 31 March 2021, the Group registered pretax loss of RM8.50 million compared to RM1.35 million recorded in the preceding quarter ended 31 December 2020. This was mainly due to adverse market sentiments as a result of implementation of MCO2.0 from 13 January to 4 March 2021 (Kuala Lumpur & Selangor) and reclassification of negative foreign translation reserve to income statement during the quarter.

**B3. Prospects for the Current Financial Year**

The outlook for the coming financial year for the property sector is expected to remain challenging in view of the adverse market condition due to uncertainty in global economic condition as a result of coronavirus (Covid-19) pandemic and related control measures implemented by affected countries and over supply of property in the country. The Group has taken rigorous measurement in cost and pricing of our product and engaging marketing strategy to remain competitive in the market. However, prudent measurements and control will be in place to moderate the impact from the downturn.

The Group will continue to strategize its marketing activities in order to convert its inventories into sales and adopt cautious approach in launching any new projects. Currently the Group has approximately RM153.05 million of unbilled sales in hand which is derived mainly from ongoing projects.

**B4. Variance of Actual Profit from Forecast Profit and Shortfall in Profit Guarantee**

Not Applicable.

**B5. Taxation**

Tax charge comprises the following:-

	Current quarter 31.03.2021 RM'000	Financial year 31.03.2021 RM'000
- current taxation	28	1,994
- deferred taxation	(1,868)	533
- (over) / under provision in prior years;	-	-
- taxation	774	849
- deferred	-	-
	<u>(1,066)</u>	<u>3,376</u>

For the current quarter, the Group's taxation is higher compared to the statutory rate mainly due to reversal of deferred tax provided in accordance to MFRS.

**B6. Status of Corporate Proposal**

- (a) Since the last balance sheet date, there were no corporate proposals announced.  
 (b) Status of utilization of proceeds raised from any corporate proposal – Not Applicable.

**B7. Group Borrowings and Debts Securities**

Total Group borrowings as at 31 December 2020 are as follows:-

<i>Long Term Bank Borrowing</i>	RM'000
<i>Secured:</i>	
Revolving Credit	35,000
Term Loan	151,418
Repayments due within the next 12 months	<u>(10,700)</u>
Sub-Total	<u>175,718</u>
<i>Unsecured:</i>	
Revolving Credit	-
Term Loan	-
Repayments due within the next 12 months	<u>-</u>
Sub-Total	<u>-</u>
<i>Short Term Bank Borrowing</i>	
<i>Secured:</i>	
Revolving Credit	186,836
Term Loan	-
Current portion of long term borrowing	<u>10,700</u>
Sub-Total	<u>197,536</u>
<i>Unsecured:</i>	
Revolving Credit	65,000
Term Loan	-
Current portion of long term borrowing	<u>-</u>
Sub-Total	<u>65,000</u>
Total	<u>438,254</u>

There were no borrowings or debt securities denominated in foreign currencies except for the followings:

	SGD'000	equivalent RM'000
Borrowings denominated in foreign currency	6,000	18,238

**B8. Material Litigation**

There were no significant changes in material litigation since the last annual balance sheet date.

**B9. Dividend**

No dividend has been recommended in respect of the current financial period.

**B10. Earnings Per Share**

Basic earnings per share is calculated by dividing the Group's net profit for the period by the weighted average number of ordinary shares in issue during the period, disclosed as follows:-

	Current quarter ended 31.03.2021	Comparative quarter ended 31.03.2020	Current 12 months ended 31.03.2021	Corresponding 12 months ended 31.03.2020
( i ) Net (loss) / profit for the period ( RM'000 )	(7,412)	(17,900)	(12,883)	(4,476)
( ii ) Weighted average number of ordinary shares in issue ( '000 )	426,128	426,128	426,128	426,128
Basic earnings per share ( sen )	(1.74)	(4.20)	(3.02)	(1.05)

The company does not have any dilutive potential ordinary shares outstanding as at 31 March 2021. Accordingly, no diluted earnings per share is presented.

**B11. Profit for the Year**

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 31.03.2021	Comparative quarter ended 31.03.2020	Current 12 months ended 31.03.2021	Corresponding 12 months ended 31.03.2020
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Profit for the period is arrived at after crediting:				
Interest Income	1,137	2,169	1,340	2,486
Other Income	5,541	4,495	8,699	10,244
Foreign Exchange Gain	-	-	-	-
Gain on disposal of quoted investment	-	-	-	-
<i>and after charging:</i>				
Interest expense	3,164	5,055	12,794	19,392
Depreciation	1,154	3,078	5,637	6,567
Provision for/write off of receivables	-	-	-	-
Provision for/write off of inventories	-	-	-	-
Foreign Exchange Loss	-	-	-	-